

**UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK**

ARTIST PUBLISHING GROUP, LLC d/b/a APG,
a Delaware Limited Liability Company; KASZ
MONEY, INC., a New York Corporation; KMA
ASSETS I LP, a Delaware Limited Partnership;
KOBALT MUSIC PUBLISHING AMERICA,
INC. d/b/a KMPA, a Delaware Corporation; MXM
MUSIC AB d/b/a MXM, a Swedish Limited
Liability Company; NOTTING HILL MUSIC,
INC., a New York Corporation; and
PRESCRIPTION SONGS, LLC, a California
Limited Liability Company,

Plaintiffs,

v.

TRAIL BLAZERS, INC. d/b/a PORTLAND
TRAIL BLAZERS, an Oregon Corporation; and
DOES 1-10, inclusive,

Defendants.

Case No: 1:24-cv-05464-JGK

ANSWER TO COMPLAINT

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Defendant Trail Blazers, Inc. (d/b/a the “Portland Trail Blazers” or the “Team”), by and through its undersigned attorneys, answers the Complaint of Plaintiffs Artist Publishing Group, LLC (d/b/a “APG”), a Delaware Limited Liability Company; Kasz Money, Inc., a New York Corporation; KMA Assets I LP, a Delaware Limited Partnership; Kobalt Music Publishing America, Inc. (d/b/a “KMPA”), a Delaware Corporation; MXM Music AB (d/b/a “MXM”), a Swedish Limited Liability Company; Notting Hill Music, Inc., a New York Corporation; and Prescription Songs, LLC, a California Limited Liability Company (collectively, “Plaintiffs”), dated July 19, 2024 [Dkt. 4] (the “Complaint”) as follows:

NATURE OF THE ACTION

1. The allegations set forth in paragraph 1 of the Complaint characterize the Plaintiffs’

Complaint, which speaks for itself. To the extent any allegations in this paragraph allege wrongdoing by the Portland Trail Blazers, such allegations are expressly denied.

PLAINTIFFS

2. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 2 of the Complaint, and on that basis deny those allegations.

3. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 3 of the Complaint, and on that basis deny those allegations.

4. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 4 of the Complaint, and on that basis deny those allegations.

5. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 5 of the Complaint, and on that basis deny those allegations.

6. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 6 of the Complaint, and on that basis deny those allegations.

7. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 7 of the Complaint, and on that basis deny those allegations.

8. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth in paragraph 8 of the Complaint, and on that basis deny those allegations.

those allegations.

DEFENDANTS

9. The Portland Trail Blazers admit that they are an Oregon Corporation with their principal place of business in Portland, Oregon.

10. Plaintiffs' allegation that they "will seek leave to amend this complaint to allege the true names and capacities of these Defendants when the same have been ascertained" is not a proper factual allegation and does not require a response. With respect to the remaining allegations in paragraph 10, the Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations set forth therein, and on that basis deny those allegations.

11. The Portland Trail Blazers deny the allegations set forth in paragraph 11 of the Complaint.

JURISDICTION AND VENUE

12. Paragraph 12 of the Complaint contains legal conclusions to which no response is required.

13. The allegations in paragraph 13 of the Complaint regarding the conclusion that there is personal jurisdiction over Defendants state a legal conclusion to which no response is required. With respect to the allegations in paragraph 13 regarding the "home of all Plaintiffs' exclusive agent for the licensing of their copyrights," the Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of those allegations and on that basis deny the same. Similarly, with respect to the allegations in paragraph 13 pertaining to parties other than the Portland Trail Blazers, the Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of those allegations and on that basis deny the same. The Portland Trail Blazers deny the remaining allegations in paragraph 13 to the extent they pertain to the Team,

and specifically deny the allegation of any wrongdoing or injury to Plaintiffs.

14. The allegations in paragraph 14 of the Complaint state a legal conclusion to which no response is required. To the extent a response is required, the Portland Trail Blazers deny such allegations, especially as it pertains to any alleged injury to Plaintiffs.

ALLEGATIONS COMMON TO ALL CAUSES OF ACTION

15. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations in paragraph 15 of the Complaint (incorrectly numbered as paragraph 1), and on that basis deny those allegations.

16. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations in paragraph 16 of the Complaint (incorrectly numbered as paragraph 2), and on that basis deny those allegations.

17. The Portland Trail Blazers admit that they own the National Basketball Association (“NBA”) team known as the Portland Trail Blazers. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the allegations in paragraph 17 of the Complaint (incorrectly numbered as paragraph 3) regarding whether they “operate” the NBA team known as the Portland Trail Blazers because they engage natural persons to operate the company and, on that basis, deny those allegations.¹

18. The Portland Trail Blazers admit that they administer accounts with Facebook, Instagram, X, YouTube, TikTok, and Snapchat, and that there is a page on the NBA.com website directed to the Team, which contains content relating to news, promotional videos, highlights, links to purchase merchandise using the Team’s brand, and game tickets. The Portland Trail

¹ Plaintiffs’ footnote no. 1 does not contain a factual allegation and therefore does not require a response.

Blazers deny all remaining allegations in paragraph 18 of the Complaint (incorrectly numbered as paragraph 4).²

19. The Portland Trail Blazers admit that they own numerous active United States trademark registrations and two copyright registrations (neither of which cover music or videos), and that, when appropriate, they enforce their rights. The Portland Trail Blazers deny all remaining allegations in paragraph 19 of the Complaint (incorrectly numbered as paragraph 5).

20. The allegation in paragraph 20 of the Complaint (incorrectly numbered as paragraph 6) that “Defendants did not obtain Plaintiffs’ license, authorization, or consent to synchronize the Works with the Videos” calls for a legal conclusion to which no response is required. The Portland Trail Blazers lack knowledge or information sufficient to form a belief about the truth of the remaining allegations in paragraph 20 (incorrectly numbered as paragraph 6), and on that basis deny those allegations. The Portland Trail Blazers specifically deny any alleged wrongdoing.

FIRST CAUSE OF ACTION
DIRECT COPYRIGHT INFRINGEMENT
(Against all Defendants)

21. The Portland Trail Blazers incorporate by reference their responses provided above, as if fully set forth here.

22. The Portland Trail Blazers deny the allegations in paragraph 22 of the Complaint (incorrectly numbered as paragraph 8).

23. The Portland Trail Blazers deny the allegations in paragraph 23 of the Complaint (incorrectly numbered as paragraph 9).

² Plaintiffs’ footnote no. 2 does not contain a factual allegation and therefore does not require a response.

24. The Portland Trail Blazers deny the allegations in paragraph 24 of the Complaint (incorrectly numbered as paragraph 10).

25. The Portland Trail Blazers deny the allegations in paragraph 25 of the Complaint (incorrectly numbered as paragraph 11).

26. The Portland Trail Blazers deny the allegations in paragraph 26 of the Complaint (incorrectly numbered as paragraph 12).

27. The Portland Trail Blazers deny the allegations in paragraph 27 of the Complaint (incorrectly numbered as paragraph 13).

28. The Portland Trail Blazers deny the allegations in paragraph 28 of the Complaint (incorrectly numbered as paragraph 14).

SECOND CAUSE OF ACTION
CONTRIBUTORY COPYRIGHT INFRINGEMENT
(Against all Defendants)

29. The Portland Trail Blazers incorporate by reference their responses provided above, as if fully set forth here.

30. The Portland Trail Blazers deny the allegations in paragraph 30 of the Complaint (incorrectly numbered as paragraph 16).

31. The Portland Trail Blazers deny the allegations in paragraph 31 of the Complaint (incorrectly numbered as paragraph 17).

32. The Portland Trail Blazers deny the allegations in paragraph 32 of the Complaint (incorrectly numbered as paragraph 18).

33. The Portland Trail Blazers deny the allegations in paragraph 33 of the Complaint (incorrectly numbered as paragraph 19).

34. The Portland Trail Blazers deny the allegations in paragraph 34 of the Complaint (incorrectly numbered as paragraph 20).

THIRD CAUSE OF ACTION
VICARIOUS COPYRIGHT INFRINGEMENT
(Against all Defendants)

35. The Portland Trail Blazers incorporate by reference their responses provided above, as if fully set forth here.

36. The Portland Trail Blazers deny the allegations in paragraph 36 of the Complaint (incorrectly numbered as paragraph 22).

37. The Portland Trail Blazers deny the allegations in paragraph 37 of the Complaint (incorrectly numbered as paragraph 23).

38. The Portland Trail Blazers deny the allegations in paragraph 38 of the Complaint (incorrectly numbered as paragraph 24).

39. The Portland Trail Blazers deny the allegations in paragraph 39 of the Complaint (incorrectly numbered as paragraph 25).

40. The Portland Trail Blazers deny the allegations in paragraph 40 of the Complaint (incorrectly numbered as paragraph 26).

PRAYER FOR RELIEF

41. WHEREFORE, the Portland Trail Blazers deny that any of the Plaintiffs are entitled to any relief whatsoever, including damages—either actual, with disgorgement, or statutory, including any injunctive or other equitable relief, attorneys’ fees and costs, and all other forms of relief sought in the “WHEREFORE” clause of the Complaint.

AFFIRMATIVE DEFENSES

42. Without assuming the burden of proof on any matters where that burden rests on

Plaintiffs, the Portland Trail Blazers assert the following separate defenses to the Complaint:

FIRST AFFIRMATIVE DEFENSE
(Failure to State a Cause of Action)

43. Plaintiffs' causes of action are barred, in whole or in part, for failure to state a cause of action upon which relief may be granted.

SECOND AFFIRMATIVE DEFENSE
(Statute of Limitations, 17 U.S.C. § 507)

44. Plaintiffs' causes of action are barred, in whole or in part, by the relevant statute of limitations. Specifically, the uses of music for which they complain occurred, in whole or in part, more than three years prior to the filing of the Complaint.

45. Furthermore, Plaintiffs either knew or should have known about the allegedly infringing uses more than three years prior to the filing of the Complaint. Plaintiffs, through their agents, first gave notice that they were aware of accused uses of music on March 8, 2021 (the "First Notice Date"), which is more than three years prior to the filing of the Complaint.

46. Subsequently, it has been revealed that Plaintiffs, through their agents, employed software programs to search the Internet for uses of music, and those programs created a database of accused uses (the "Archive"). On information and belief, the Archive identified uses which are the subject of this Complaint long before the First Notice Date. Despite numerous requests, Plaintiffs have refused to produce the Archive, or respond to queries about the date of creation of the Archive, when Plaintiffs and/or their agents first became aware of the alleged infringements, or when Plaintiffs engaged agents and/or software programs to search for potential infringements. Nonetheless, because Plaintiffs, through their agents, had all of the information necessary to file suit and obtain relief more than three years prior to the filing of the Complaint, their causes of action are barred, in whole or in part, by the statute of limitations.

THIRD AFFIRMATIVE DEFENSE
(Copyright Misuse)

47. Plaintiffs' causes of action are barred, in whole or in part, because they engaged in copyright misuse. Among other things, Plaintiffs attempted to leverage their copyright registrations along with threats of attorneys' fees in order to extort from the Team disproportionate payments for allegedly infringing uses. At the same time, Plaintiffs refused to provide the Portland Trail Blazers with the data revealing the totality of the music the Team allegedly infringed.

FOURTH AFFIRMATIVE DEFENSE
(Implied License)

48. Plaintiffs' causes of action are barred, in whole or in part, because the Portland Trail Blazers possessed an implied license to use Plaintiffs' alleged copyrighted works.

FIFTH AFFIRMATIVE DEFENSE
(Fair Use, 17 U.S.C. § 107)

49. Plaintiffs' causes of action are barred, in whole or in part, because any use the Portland Trail Blazers made of Plaintiffs' copyrighted work was a fair use.

SIXTH AFFIRMATIVE DEFENSE
(First Amendment)

50. Plaintiffs' causes of action are barred, in whole or in part, because the Portland Trail Blazers' alleged conduct is protected by the First Amendment of the United States Constitution and applicable state constitutions.

SEVENTH AFFIRMATIVE DEFENSE
(Acquiescence)

51. Plaintiffs' causes of action are barred, in whole or in part, by the doctrine of acquiescence.

EIGHTH AFFIRMATIVE DEFENSE
(Waiver and Estoppel)

52. Plaintiffs' causes of action are barred, in whole or in part, by the doctrines of waiver and estoppel.

NINTH AFFIRMATIVE DEFENSE
(Laches)

53. Plaintiffs' claims for equitable relief are barred, in whole or in part, by the doctrine of laches.

54. The Portland Trail Blazers reserve the right to add, alter, and/or amend their Answer and their defenses as may later become available and apparent to them, and to withdraw any defenses that they determine to be inapplicable.

Date: New York, New York
October 15, 2024

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CERTIFICATE OF SERVICE

Undersigned counsel hereby certifies that on this 15th day of October, 2024, the foregoing pleading was served upon all counsel of record via the Court's CM/ECF system.

/s/ David S. Slovic
David S. Slovic